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APPLICATION NO.	FILING DATE	FIRST NAMED INVENTOR	ATTORNEY DOCKET NO.	CONFIRMATION NO.
10/586,980	05/18/2007	Anthony Gert Du Preez	23556-11898	2762

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EXAMINER
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AIRAPETIAN, MILA

ART UNIT	PAPER NUMBER
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3625

MAIL DATE	DELIVERY MODE
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11/09/2009

PAPER

**Please find below and/or attached an Office communication concerning this application or proceeding.**

The time period for reply, if any, is set in the attached communication.

<b>Office Action Summary</b>	<b>Application No.</b> 10/586,980	<b>Applicant(s)</b> DU PREEZ ET AL.	
	<b>Examiner</b> MILA AIRAPETIAN	<b>Art Unit</b> 3625	

-- The MAILING DATE of this communication appears on the cover sheet with the correspondence address --

### Period for Reply

A SHORTENED STATUTORY PERIOD FOR REPLY IS SET TO EXPIRE 3 MONTH(S) OR THIRTY (30) DAYS, WHICHEVER IS LONGER, FROM THE MAILING DATE OF THIS COMMUNICATION.

- Extensions of time may be available under the provisions of 37 CFR 1.136(a). In no event, however, may a reply be timely filed after SIX (6) MONTHS from the mailing date of this communication.
- If NO period for reply is specified above, the maximum statutory period will apply and will expire SIX (6) MONTHS from the mailing date of this communication.
- Failure to reply within the set or extended period for reply will, by statute, cause the application to become ABANDONED (35 U.S.C. § 133). Any reply received by the Office later than three months after the mailing date of this communication, even if timely filed, may reduce any earned patent term adjustment. See 37 CFR 1.704(b).

### Status

- 1) ☒ Responsive to communication(s) filed on 24 June 2009.
- 2a) ☒ This action is **FINAL**.                      2b) ☐ This action is non-final.
- 3) ☐ Since this application is in condition for allowance except for formal matters, prosecution as to the merits is closed in accordance with the practice under *Ex parte Quayle*, 1935 C.D. 11, 453 O.G. 213.

### Disposition of Claims

- 4) ☒ Claim(s) 1-3 and 5-14 is/are pending in the application.
- 4a) Of the above claim(s) \_\_\_\_\_ is/are withdrawn from consideration.
- 5) ☐ Claim(s) \_\_\_\_\_ is/are allowed.
- 6) ☒ Claim(s) 1-3 and 5-14 is/are rejected.
- 7) ☐ Claim(s) \_\_\_\_\_ is/are objected to.
- 8) ☐ Claim(s) \_\_\_\_\_ are subject to restriction and/or election requirement.

### Application Papers

- 9) ☐ The specification is objected to by the Examiner.
- 10) ☐ The drawing(s) filed on \_\_\_\_\_ is/are: a) ☐ accepted or b) ☐ objected to by the Examiner.  
Applicant may not request that any objection to the drawing(s) be held in abeyance. See 37 CFR 1.85(a).  
Replacement drawing sheet(s) including the correction is required if the drawing(s) is objected to. See 37 CFR 1.121(d).
- 11) ☐ The oath or declaration is objected to by the Examiner. Note the attached Office Action or form PTO-152.

### Priority under 35 U.S.C. § 119

- 12) ☐ Acknowledgment is made of a claim for foreign priority under 35 U.S.C. § 119(a)-(d) or (f).
- a) ☐ All    b) ☐ Some \*    c) ☐ None of:
1. ☐ Certified copies of the priority documents have been received.
  2. ☐ Certified copies of the priority documents have been received in Application No. \_\_\_\_\_.
  3. ☐ Copies of the certified copies of the priority documents have been received in this National Stage application from the International Bureau (PCT Rule 17.2(a)).

\* See the attached detailed Office action for a list of the certified copies not received.

### Attachment(s)

- |   |   |
|---|---|
| 1) <input type="checkbox"/> Notice of References Cited (PTO-892)  | 4) <input type="checkbox"/> Interview Summary (PTO-413)<br>Paper No(s)/Mail Date. _____ |
| 2) <input type="checkbox"/> Notice of Draftsperson's Patent Drawing Review (PTO-948)                                  | 5) <input type="checkbox"/> Notice of Informal Patent Application                       |
| 3) <input checked="" type="checkbox"/> Information Disclosure Statement(s) (PTO/SB/08)<br>Paper No(s)/Mail Date _____ | 6) <input type="checkbox"/> Other: _____  |

## **DETAILED ACTION**

### ***Response to Amendment***

Applicant's amendment received on 06/24/2009 is acknowledged and entered. The applicant has amended claims 1-3, 5-14. Currently, claims 1-3, 5-14 are pending for examination.

### ***Claim Rejections - 35 USC § 101***

Claim Rejections under 35 USC § 101 has been withdrawn due to Applicant's amendment.

### ***Claim Rejections - 35 USC § 112***

Claim Rejections under 35 USC § 112 has been withdrawn due to Applicant's amendment.

### ***Claim Rejections - 35 USC § 102***

The following is a quotation of the appropriate paragraphs of 35 U.S.C. 102 that form the basis for the rejections under this section made in this Office action:

A person shall be entitled to a patent unless –

(b) the invention was patented or described in a printed publication in this or a foreign country or in public use or on sale in this country, more than one year prior to the date of application for patent in the United States.

**Claims 1-3, 6, 7, 9-14 are rejected under 35 U.S.C. 102(b) as being anticipated by Alaia et al. (US 6,499,018).**

**Claim 1.** Alaia et al. (Alaia) teaches a computer-implemented method controlling bidding in electronic auctions using bidder-specific bid limitations, the method including the steps of:

designating a time period for the online auction event (col. 4, lines 15-16);

permitting each of said competing participants to prescribe a default final offer before or during the online auction event (col. 9, lines 58-63);

conducting the auction between the competing participants by permitting the participants to submit bids (col. 5, lines 5-28);

checking, at or after the expiry of said time period, default final offers prescribed by competing participants (col. 12, lines 60-67); and

if a competing participant's default final offer represents a competitive offer, registering the offer as a valid bid without any further intervention by that competing participant (col. 13, lines 36-39).

**Claim 2.** Alaia teaches said method, whereby the step of a registering a competing participant's default final offer as a valid bid involves comparing that default final offer to bids submitted during the online auction event and to other default final offers (col. 13, lines 62-67; col. 14, lines 1-5).

**Claim 3.** Alaia teaches said method, said online auction event being a reverse auction event, wherein said first party is a buyer and the counterparties are competing suppliers, and whereby a competitive offer is an offer that represents a lower price to said buyer, the default final offer representing a supplier's floor price for the event (col. 2, lines 23-25).

**Claim 6.** Alaia teaches said method wherein, for a competing participant which has entered a default final offer, the steps of: comparing all offers submitted by that competing participant during the online auction event with that default final offer; and providing a warning message to that competing participant if the result of the comparison indicates that an erroneous offer has been submitted (col. 25, lines 23-37).

**Claim 7.** Alaia teaches said method whereby the online auction event is carried out over a computer network comprising an auction administrator computer, operable by or on behalf of the first party and at least two counterparty computers, operable by or on behalf of said competing participants, whereby said default final offers are prescribed by competing participants by input into respective counterparty computers and storage on said administrator computer (col. 17, lines 3-20).

**Claim 9.** Alaia teaches said method wherein the online auction involving the award of a supply contract to a supplier selected from a panel of predetermined suppliers which each has a base supply contract with a first party buyer, and the computer network over which the online auction is carried comprises at least one buyer computer, an administrator computer, and at least two supplier computers, said buyer

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being the first party and said predetermined suppliers being the competing participants (col. 3, lines 1-5), the method including the steps of:

establishing key parameters for the supply contract to be submitted by the administrator computer to the at least two supplier computers (eg. price, quality, delivery and service) (col. 3, lines 35-39);

establishing a rating/qualifications for each supplier of the panel of predetermined suppliers related to said key parameters (col. 3, lines 35-39);

receiving during the auction supplier offers from the supplier computers col. 3, lines 46-54); and

applying the respective ratings to each supplier offer to adjust that offer prior to comparison with any other offer (col. 3, lines 35-39).

**Claim 10.** Alaia teaches said method whereby, during the auction event, each supplier is provided with a target bid (TB) in respect of the supply contract, the target bid calculated by said administrator computer to dynamically indicate to a supplier an offer that that particular supplier must currently submit to remain competitive in the auction (col. 23, lines 1-5).

**Claim 11.** Alaia teaches said method whereby the step of checking default final offers at or after the expiry of said time period involves applying the respective ratings to the default final offers, in order to determine the default final offer which represents the most competitive offer (col. 3, lines 35-39).

**Claim 12.** Alaia teaches said method including the step of permitting each said competing participant to select whether their default final offer is to apply at the end of the auction event and/or in an extension period beyond the close of the auction event (col. 15, lines 53-59).

**System claims 13 and 14** repeat the subject matter of method claims 1 and 9 respectively, as a set of apparatus elements rather than a series of steps. As the underlying processes of claims 1 and 9 have been shown to be fully disclosed by the teachings of Alaia in the above rejections of claims 1 and 9, it is readily apparent that the system disclosed by Alaia includes the apparatus to perform these functions. As such, these limitations are rejected for the same reasons given above for method claims 1 and 9, and incorporated herein.

### ***Claim Rejections - 35 USC § 103***

The following is a quotation of 35 U.S.C. 103(a) which forms the basis for all obviousness rejections set forth in this Office action:

(a) A patent may not be obtained though the invention is not identically disclosed or described as set forth in section 102 of this title, if the differences between the subject matter sought to be patented and the prior art are such that the subject matter as a whole would have been obvious at the time the invention was made to a person having ordinary skill in the art to which said subject matter pertains. Patentability shall not be negated by the manner in which the invention was made.

**Claims 5 and 8 are rejected under 35 U.S.C. 103(a) as being unpatentable over Alaia in view of Segal (US 2002/0161689).**

**Claim 5.** Alaia teaches all the limitations of claim 5 except maintaining confidential a default final offer entered by a competing participant unless and until that offer is registered as a valid bid.

Segal teaches a computer-implemented method selling tickets in a reverse auction environment wherein the floor price is not revealed to any bidding seller [0023].

Therefore it would have been obvious to one of ordinary skill in the art at the time the invention was made to modify Alaia to include maintaining confidential a default final offer entered by a competing participant unless and until that offer is registered as a valid bid, as disclosed in Segal, to receive the lowest price possible to accommodate customer's needs.

**Claim 8.** Same reasoning applied to claim 5.

### ***Response to Arguments***

Applicant's arguments filed 06/24/2009 have been fully considered but they are not persuasive.

In response to Applicant's argument that the prior art does not "if a default final offer is registered as a valid bid, the online auction event is extended into an extension period to allow other competing participants to submit counterbids", it is noted that Alaia does in fact teach said feature. Specifically, Alaia teaches (col. 13, lines 36-39):



Flexible overtime has two aspects: variable duration of overtime intervals and variable overtime triggers. The variable duration aspect involves overtime extension intervals (time intervals by which a scheduled closing time, whether an initially-scheduled time or an extended time, is extended) and overtime trigger intervals (intervals before a scheduled closing time in which a bid meeting defined criteria will trigger overtime).

In response to "providing a warning message that competing participant if the result of the comparison indicates that an erroneous offer has been submitted", or "establishing a rating for each supplier of the panel of predetermined suppliers related to said key parameters", or "a target bid (TB) in respect of the supply contract, the target bid calculated by said administrator computer to dynamically indicate to a supplier of an offer that that particular supplier must currently submit to remain competitive in the auction", it is noted that Alaia teaches (col. 25, lines 49-60):

One additional layer of protection is through failsafe functionality. Failsafe rules allow the auction coordinator to limit the bidders' ability to enter certain bids. The consequences for breaking these rules can also be established up front. First, a bidder may be required to make additional bid confirmations (beyond the first confirmation pop-up box) prior to submission and acceptance of the bid. Second, a bidder may be prevented entirely from entering bids that fail certain pre-defined criteria.

### ***Conclusion***

**THIS ACTION IS MADE FINAL.** Applicant is reminded of the extension of time policy as set forth in 37 CFR 1.136(a).

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A shortened statutory period for reply to this final action is set to expire THREE MONTHS from the mailing date of this action. In the event a first reply is filed within TWO MONTHS of the mailing date of this final action and the advisory action is not mailed until after the end of the THREE-MONTH shortened statutory period, then the shortened statutory period will expire on the date the advisory action is mailed, and any extension fee pursuant to 37 CFR 1.136(a) will be calculated from the mailing date of the advisory action. In no event, however, will the statutory period for reply expire later than SIX MONTHS from the mailing date of this final action.

Any inquiry concerning this communication or earlier communications from the examiner should be directed to MILA AIRAPETIAN whose telephone number is (571)272-3202. The examiner can normally be reached on Monday-Friday 9:30 am - 6:00 pm.

If attempts to reach the examiner by telephone are unsuccessful, the examiner's supervisor, Jeffrey A. Smith can be reached on (571) 272-6763. The fax phone number for the organization where this application or proceeding is assigned is 571-273-8300.

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Information regarding the status of an application may be obtained from the Patent Application Information Retrieval (PAIR) system. Status information for published applications may be obtained from either Private PAIR or Public PAIR. Status information for unpublished applications is available through Private PAIR only. For more information about the PAIR system, see <http://pair-direct.uspto.gov>. Should you have questions on access to the Private PAIR system, contact the Electronic Business Center (EBC) at 866-217-9197 (toll-free). If you would like assistance from a USPTO Customer Service Representative or access to the automated information system, call 800-786-9199 (IN USA OR CANADA) or 571-272-1000.

/Mila Airapetian/  
Examiner, Art Unit 3625